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**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

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<b>In re</b>	<b>: Chapter 11 Case No.</b>
	<b>:</b>
<b>LEHMAN BROTHERS HOLDINGS INC., et al.,</b>	<b>: 08-13555 (JMP)</b>
	<b>:</b>
<b>Debtors.</b>	<b>: (Jointly Administered)</b>
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**QUARTERLY REPORT PURSUANT TO ORDER PURSUANT TO  
SECTION 105(a) OF THE BANKRUPTCY CODE AND BANKRUPTCY  
RULES 3007 AND 9019(b) APPROVING SETTLEMENT PROCEDURES**

Pursuant to the Order Pursuant to Section 105(a) of the Bankruptcy Code and Bankruptcy Rules 3007 and 9019(b) Approving Settlement Procedures, entered on March 31, 2010 [Docket No. 7936] (the “Order”),<sup>1</sup> the Court granted Lehman Brothers Holdings Inc. and its affiliated debtors in the above-referenced chapter 11 cases (together, the “Debtors”) authority to settle certain prepetition claims in accordance with the procedures set forth in the Order.

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<sup>1</sup> All capitalized terms used but not defined herein shall have the meanings ascribed to them in the Order.

As required by the Order, the Debtors hereby file the quarterly report of all settlements entered into during the period July 1, 2011 to and including September 30, 2011 pursuant to the Settlement Procedures set forth in the Order, annexed hereto as Exhibit A.

Dated: December 22, 2011  
New York, New York

/s/ Robert J. Lemons

Robert J. Lemons

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**Exhibit A**  
**(Quarterly Report)**

Claimant	Claim #	Type of Claim	Filed Claim Amount	Claim Settlement Amount	Priority of Claim Settlement Amount
PROSPECT MOUNTAIN FUND LTD.	21913	** General Unsecured	\$ 2,267,426.23	* \$ 907,363.45	General Unsecured
ORE HILL HUB FUND LTD.	21914	** General Unsecured	\$ 1,862,318.00	* \$ 396,362.91	General Unsecured
BONTON MEDIA GROUP INC	22097	** General Unsecured	\$ 12,900,000.00	* \$ 6,450,000.00	General Unsecured
VENTAS REALTY, LIMITED PARTNERSHIP	11946	*** General Unsecured	\$ -	* Expunged	Expunged
KNOXVILLE NOMINEE LP	11947	*** General Unsecured	\$ -	* Expunged	Expunged
HENDERSONVILLE NOMINEE LP	11948	*** General Unsecured	\$ -	* Expunged	Expunged
VENTAS, INC.	11949	*** General Unsecured	\$ -	* Expunged	Expunged
EC HAMILTON PLACE REALTY, LLC	11950	*** General Unsecured	\$ -	* Expunged	Expunged
EC LEBANON REALTY, LLC	11951	*** General Unsecured	\$ -	* Expunged	Expunged
VENTAS SSL HOLDINGS INC.	11952	*** General Unsecured	\$ -	* Expunged	Expunged
SZR US INVESTMENTS, INC.	11954	*** General Unsecured	\$ -	* Expunged	Expunged
KING STREET ACQUISITION COMPANY, LLC	19760	General Unsecured	\$ -	* Withdrawn	Withdrawn
KING STREET ACQUISITION COMPANY, LLC	19762	General Unsecured	\$ -	* Withdrawn	Withdrawn
KING STREET ACQUISITION COMPANY, LLC	19765	General Unsecured	\$ -	* Withdrawn	Withdrawn
KING STREET CAPITAL, L.P.	19775	General Unsecured	\$ 30,152,908.32	* Withdrawn	Withdrawn
BISON NIESTANDARYZOQANY SEKURYTYZACYJNYY FUNDUSZ				*	
INWESTYCYJNY ZAMKNIETY	24654	General Unsecured	\$ 886,721.92	\$ 847,732.89	General Unsecured
DK ACQUISITION PARTNERS LP	20350	General Unsecured	\$ 4,300,000.00	* Withdrawn	Withdrawn
BLUE ANGEL CLAIMS LLC	20345	General Unsecured	\$ -	* Withdrawn	Withdrawn
STONEHILL OFFSHORE PARTNERS LIMITED	19904	**** General Unsecured	\$ 25,388,216.00	* \$ 382,500.00	General Unsecured
COMMERZBANK AG - GROUP INTENSIVE CARE	27633	Secured	\$ 737,627.89	\$ 513,654.00	General Unsecured
ROYAL MAIL PENSION PLAN	14749	General Unsecured	\$ 3,273,713.50	\$ 666,150.20	General Unsecured
POST STRATEGIC MASTER FUND LP	14750	General Unsecured	\$ 865,458.13	\$ 175,808.64	General Unsecured
HIGHLAND FLOATING RATE ADVANTAGE FUND	4569	General Unsecured	\$ 3,939,348.51	\$ 3,791,858.24	General Unsecured

\* These claims were filed either as wholly unliquidated or include unliquidated amounts in addition to the amounts quantified.

\*\* These claims were listed as "unliquidated" on the previous quarterly report filed by the Debtors on January 26, 2011. They are being relisted here to reflect the correct Filed Claim Amount.

\*\*\* These claims were expunged as part of a settlement in May 2011, and were inadvertently not included on the previous quarterly report filed by the Debtors on August 4, 2011.

\*\*\*\* Claim 19904 is only partially settled. \$23,460,716.00 of the claim remains active and unsettled.